CHAPTER 1

INTRODUCTION

- 1-1. <u>Use.</u> The use of this pamphlet for rate determination on construction contracts, dredging contracts and negotiated procurements relates only to equipment that is contractor-owned.
- a. This pamphlet shall be used for determining hourly equipment rates that are contained in the independent government estimate (IGE).
- b. In addition, the use of this pamphlet will be required by contractors for pricing contractor-owned equipment in negotiated procurements when:
 - (1) Cost or pricing data as defined in FAR Part 15 is not required.
- (2) Cost or pricing data is required and the actual cost data to support either ownership or operating costs for equipment or equipment groups of similar model and series is not available.
- (3) Cost or pricing data is required and available, but all or part of the data is determined not to be in accordance with the FAR cost principles.
- 1-2. <u>How to Obtain Assistance</u>. If assistance is needed in understanding the methodology for calculating equipment rates, contact the Chief, Cost Engineering Branch, Walla Walla District, Corps of Engineers, (CENWW-ED-C) telephone 509-527-7511 or 509-527-7510. The CENWW-ED-C Homepage is at http://www.nww.usace.army.mil/html/offices/ed/cb/cepage.htm.
- 1-3. <u>How to Obtain CHECKRATE Software.</u> A spreadsheet named "CHECKRATE" has been developed to calculate equipment rates using the methodology required by EP1110-1-8. The user must have Microsoft Excel for Windows, Version 5.0 or newer, to run the application. The factors needed in the hourly costs calculations are located in the Appendixes of the EP1110-1-8. A copy of the software may be obtained at http://www.nww.usace.army.mil/html/offices/ed/cb/ep/checkrat.htm.
- 1-4. How to Obtain this Publication. Volumes 1 through 12 of this pamphlet are available in Portable Document Format (PDF) only and can be viewed or downloaded at http://www.usace.army.mil/inet/usace-docs/eng-pamphlets/cecw.htm. Copies of the CD-ROM (Volumes 1-12) are also available through either the Superintendent of Documents or government bookstores (see APPENDIX A). For additional information telephone 202-512-1800, FAX 202-512-2250, or access on the Internet at http://www.access.gpo.gov/su_docs.